

CHAPTER 1194
TAX MODIFICATIONS
H.F. 2288

AN ACT striking a special provision relating to the apportionment of net income of a farm corporation for purposes of the corporate income tax, striking provisions prohibiting a franchise tax refund or claim and a sales, services, and use tax refund or claim for taxes voluntarily paid based upon an alleged mistake of law, and providing effective dates.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 422.33, subsection 2, unnumbered paragraph 1, Code Supplement 1985, is amended to read as follows:

If the trade or business of the corporation is carried on entirely within the state, ~~or if the trade or business consists of the operation of a farm and the property is located entirely within the state,~~ the tax shall be imposed on the entire net income, but if ~~such~~ the trade or business is carried on partly within and partly without the state, ~~or if the trade or business consists of the operation of a farm and the property is located partly within and partly without the state,~~ the tax shall be imposed only on the portion of the net income reasonably attributable to the trade or business within the state, ~~said~~ with the net income attributable to the state to be determined as follows:

Sec. 2. Section 422.63, unnumbered paragraph 2, Code 1985, is amended by striking the paragraph.

Sec. 3. Section 422.73, subsection 1, unnumbered paragraph 2, Code Supplement 1985, is amended by striking the paragraph.

Sec. 4. Section 1 of this Act is retroactive to January 1, 1986 for tax years beginning on or after January 1, 1986.

Approved May 20, 1986

CHAPTER 1195
TERMINATING BEEF AND SOYBEAN ASSESSMENTS
H.F. 2378

AN ACT providing for referendums to terminate the collection of the beef and soybean assessments.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 181.10, unnumbered paragraph 3, Code 1985, is amended by striking the unnumbered paragraph.

Sec. 2. Section 181.14, unnumbered paragraph 1, Code 1985, is amended by striking the unnumbered paragraph.

Sec. 3. Section 181.15, unnumbered paragraph 3, Code 1985, is amended by striking the unnumbered paragraph.

Sec. 4. Section 181.19, Code 1985, is amended by adding the following new unnumbered paragraphs: